

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: August 17, 2007
Time of Meeting: 8:30 a.m.
Place of Meeting: Public Utilities Boardroom
3901 Orange Street (at Ninth & Orange Streets)
Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present: Dave Barnhart (Vice Chair) Mary Curtin
Ken Sutter Robert Elliott
Ian Davidson Jim Anderson

Absent: Joe Tavaglione (absence due to business)
Bob Stockton (absence due to vacation)
Bernie Titus (absence due to vacation)

Assistant City Manager Michael Beck was in attendance.

MINUTES

1. The minutes from the regular Board of Public Utilities meeting on July 20, 2007 were approved as submitted.

Motion – Davidson. Second – Curtin.

Ayes: Barnhart, Curtin, Elliott, Davidson, and Anderson.

Noes: None

Abstain: Sutter.

Absent: Joe Tavaglione (absence due to business)
Bob Stockton (absence due to vacation)
Bernie Titus (absence due to vacation)

CITIZENS PARTICIPATION

2. None.

COMMITTEE REPORTS

3. WATER COMMITTEE REPORT

The Board of Public Utilities accepted and filed the July 20, 2007, Water Committee minutes.

4. FINANCE/MARKETING COMMITTEE REPORT - The Finance/Marketing Committee meeting scheduled on July 27, 2007 was cancelled.
5. ELECTRIC COMMITTEE REPORT – The Electric Committee meeting scheduled on August 8, 2007 was cancelled.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar with the exception of Item 15, **PURCHASE OF REPLACEMENT VEHICLES FOR WATER FIELD OPERATIONS**, and Item 16, **REIMBURSEMENT RESOLUTION – ELECTRIC UTILITY CAPITAL IMPROVEMENT PROJECTS**, which were moved to the Discussion Calendar:

Motion – Curtin. Second – Elliott.

Ayes: Barnhart, Curtin, Sutter, Elliott, Davidson, and Anderson.

Noes: None

Abstain: None.

Absent: Joe Tavaglione (absence due to business)
Bob Stockton (absence due to vacation)
Bernie Titus (absence due to vacation)

ELECTRIC ITEMS

6. MERCURY VAPOR CHANGE-OUT FINAL PHASE
WORK ORDER NO. 060131-04

The Board of Public Utilities approved the estimated capital expenditure of \$200,000 for replacement of street light Mercury Vapor Luminaires with High Pressure Sodium Luminaires.

7. UNDERGROUND ELECTRIC LINE EXTENSION - WILD ROCKET FOODS
WORK ORDER NO. 070003-56

The Board of Public Utilities approved the estimated capital expenditure of \$250,000 to install an underground electric line extension to serve two new commercial buildings located between Sierra Ridge Drive and Eastridge Avenue, easterly of Sycamore Canyon Boulevard.

8. UNDERGROUND ELECTRIC LINE EXTENSION - SYCAMORE BUSINESS PARK
WORK ORDER NO. 070003-148

The Board of Public Utilities approved the estimated capital expenditure of \$750,000.00 to install an underground electric line extension to serve the Sycamore Business Park located between Eastridge Avenue and Cottonwood Avenue, easterly of Sycamore Canyon Boulevard.

9. UNDERGROUND ELECTRIC LINE EXTENSION - SWISS DAIRY
WORK ORDER NO. 070003-194

The Board of Public Utilities approved the estimated capital expenditure of \$150,000.00 to install an underground electric line extension to serve the additional load for Swiss Dairy located at 4221 Buchanan Street.

10. UNDERGROUND ELECTRIC LINE EXTENSION – TRACT 32772-1
WORK ORDER 070016-10

The Board of Public Utilities approved the estimated capital expenditure of \$200,000 to install an underground line extension to serve 79 residences located at La Sierra Avenue and Indiana Avenue.

11. UNDERGROUND ELECTRIC LINE EXTENSION – TRACT 32772
WORK ORDER 070016-15

The Board of Public Utilities approved the estimated capital expenditure of \$150,000 to install an underground line extension to serve multiple phases of Tract 32772 located at La Sierra Avenue and Indiana Avenue.

12. UNDERGROUND ELECTRIC LINE EXTENSION – TRACT 32772-2
WORK ORDER 070016-11

The Board of Public Utilities approved the estimated capital expenditure of \$125,000 to install an underground line extension to serve 47 residences located at La Sierra Avenue and Indiana Avenue.

13. PADMOUNT TIE SWITCH INSTALLATION FOR CIRCUIT 1530
WORK ORDER NO. 0700016-16

The Board of Public Utilities approved the estimated capital expenditure of \$96,000 to install a padmounted tie switch located at Krameria Avenue and Dauchy Avenue to serve the load growth in the area of new residential tract developments and future commercial buildings.

WATER ITEMS

14. MONITORING WELL CONVERSIONS AT VARIOUS LOCATIONS – REJECTION OF BID
NO. 6490

The Board of Public Utilities rejected all bids for the construction of Monitoring Well Conversions at Various Locations.

15. **MOVED TO DISCUSSION CALENDAR**

OTHER ITEMS

16. MOVED TO DISCUSSION CALENDAR

DISCUSSION CALENDAR

15. PURCHASE OF REPLACEMENT VEHICLES FOR WATER FIELD OPERATIONS

Board Member Elliott requested this item be placed on the discussion calendar because he wanted more detail on why the vehicles cost so much money.

Following discussion, the Board of Public Utilities approved the expenditure of \$400,000 to replace two water service vehicles, E261 and E262.

Motion – Elliott. Second – Sutter.

Ayes: Barnhart, Curtin, Sutter, Elliott, Davidson, and Anderson.

Noes: None

Abstain: None.

Absent: Joe Tavaglione (absence due to business)
Bob Stockton (absence due to vacation)
Bernie Titus (absence due to vacation)

16. REIMBURSEMENT RESOLUTION – ELECTRIC UTILITY CAPITAL IMPROVEMENT PROJECTS

Board Member Anderson requested this item be placed on the discussion calendar because he wanted more detail.

Following discussion, the Board of Public Utilities approved and recommended that the City Council adopt the Electric Utility - Capital Improvement Projects Reimbursement Resolution to provide for the use of future bond funds instead of operating funds for capital financing requirements, with the understanding that operating, reserve funds or internal borrowing may be used for capital needs in the interim period.

Motion – Anderson. Second – Elliott.

Ayes: Barnhart, Curtin, Sutter, Elliott, Davidson, and Anderson.

Noes: None

Abstain: None.

Absent: Joe Tavaglione (absence due to business)
Bob Stockton (absence due to vacation)
Bernie Titus (absence due to vacation)

17. SURPLUS DECLARATION AND SALE OF A PORTION OF APN: 239-270-004 - PROPOSED "A" STREET CONNECTION BETWEEN MCALLISTER STREET AND VAN BUREN BOULEVARD

Following discussion, the Board of Public Utilities approved and recommended that the City Council approve the surplus declaration of the "Property", located at the southern terminus of Harrison Avenue, between the Gage Canal and the city limits.

Motion – Anderson. Second – Curtin.

Ayes: Barnhart, Curtin, Sutter, Elliott, Davidson, and Anderson.

Noes: None

Abstain: None.

Absent: Joe Tavaglione (absence due to business)
Bob Stockton (absence due to vacation)
Bernie Titus (absence due to vacation)

18. ELECTRIC RELIABILITY RATE PLAN - UPDATE

General Manager Wright provided some background information of the previously adopted rate plan for the Board members to review. A workshop will be scheduled in the near future for the City Council members and public to attend regarding the electric reliability rate plan.

Following discussion, the Board of Public Utilities received and filed this update.

In the future, after the workshop, the Board of Public Utilities will review and consider the residential rate structure; and then adopt a revised residential rate, with an adjustment to the tier structure, to be submitted to the City Council for its approval pursuant to Charter Section 1202(e).

GENERAL MANAGER'S REPORT

Introduction of a new staff member hired in the Water Engineering Division was made.

- 27. AQMD Rule 1309.1 – Update
- 20. State and Federal Legislative Update
- 21. Financial Statements - May 2007
- 22. Monthly Power Supply Report - June 2007
- 23. Monthly Update of Goals
- 24. Monthly Benchmark Report Cards – July 2007
- 25. Water Highlights – July 2007
- 26. Open and Closed Work Orders – July 2007
- 27. City Council Agendas - July 24, 2007 and August 14, 2007
- 28. Upcoming Meetings
- 29. Systematic Reporting on Conferences/Seminars

UPCOMING MEETING

Vice Chairman Dave Barnhart adjourned the meeting at 10:05 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, September 7, 2007**, at **8:30** a.m. in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: _____
David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: September 7, 2007